

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 29, 2016

Randy Moulding Lakeside Aggregates, LC 10485 West 900 South Ogden, Utah 84404

Subject: Reclamation Surety and Cultural Resource Survey Required, Lakeside Aggregates, LLC, Lakeside Quarry, S/045/0096, Tooele County, Utah

Dear Mr. Moulding:

The Division of Oil, Gas and Mining has reviewed the referenced Notice of Intention to Commence Small Mining Operations (NOI), and the following items will need to be addressed before the NOI can be determined complete:

1. Please submit cultural resources survey information when received.

The required reclamation surety is \$67,700 for a 5 year escalation until 2021. The reclamation cost estimate is determined based on information in the table below.

Small Mine Operation Over 5 Acres	Bond Calculat	tion Worksheet S	6/045/0096
5-year escalation (2021)			
<u>Item</u>	Qty	Unit Cost	Total Cost
6th Acre Disturbance	1	\$38,100.00	\$38,100.00
Add'l Acres Disturbance	4	\$5,900.00	\$23,600.00
Mob/demob 51-100 miles	0	\$1,800.00	\$0.00
Mob/demob 101-150 miles	0	\$3,700.00	\$0.00
Mob/demob 151-200 miles	0	\$5,500.00	\$0.00
Additional Equipment - Semi load	3	\$2,000.00	\$6,000.00
TOTAL			\$67,700.00

When the reclamation cost estimate can be calculated accurately, the Division will request concurrence with the amount from the surface and mineral owner, the School and Institutional Trust Lands Administration (SITLA).



Page 2 of 2 Randy Moulding S/045/0096 April 29, 2016

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. A cash surety **must** be accompanied with a W9 form for domestic companies or a W8 form for foreign companies or the money will not be accepted as a surety and will be returned. The W9 form is available on the Internal Revenue Service web site at https://www.irs.gov/pub/irs-pdf/fw9.pdf. The W8 form is also available from the IRS. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for assistance in completing this requirement.

Please contact Leslie Heppler at 801-538-5257 or me at 801-538-5261 if you have questions regarding this letter. In reply, <u>please refer to file number S/045/0096</u>. Thank you for your cooperation.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: lah: eb cc: Andy Beddingfield, SITLA (Abedingfield@utah.gov)
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